

Assigned DOGM File No.: S/017/0050

DOGM Lead: Wayne Western

Permit Fee \$ _____ Ck# _____

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291 Fax: (801) 359-3940

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FEB 08 2011

DIV. OIL GAS & MINING

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

Note on confidentiality: Information provided in the notice of intention relating to the location, size, or nature of the mineral deposit that is clearly marked confidential will be protected as confidential. Each page or map requested to be kept confidential must be stamped or marked as such. The requested confidential information must describe how the confidential material relates to the location size or nature of the mineral deposit; provide a written claim of business confidentiality; and/or include a concise statement of reasons supporting the claim of business confidentiality, unless disclosing the location of explosives or historic, prehistoric, paleontological, or biological resource that must be considered confidential under statute.

"Small Mining Operations" are operations which have a disturbed area of five or less surface acres at any time.

I. GENERAL INFORMATION (Rule R647-3-104)

1. Name of Mine: Ticaboo Stockpile Removal Project
2. Legal name of entity (or individual) for whom the permit is being requested: _____
Ucolo Exploration Corp.
Mailing Address: Suite 960, 1055 West Hastings Street
City, State, Zip: Vancouver, BC, Canada V6E 2E9
Phone: (604) 443-3833, Toll Free: 1 (877) 792-6688 Fax: (604) 682-3860
E-mail Address: lore@summitpointuranium.com

Type of Business: Corporation (☒), LLC (☐), Sole Proprietorship (dba) (☐)
General Partnership (☐), Limited Partnership (☐), **Or:** Individual (☐).

Business Entity (not individuals) must be registered (and maintain registration) with the State of Utah, Division of Corporations (DOC) If not currently registered, contact

www.commerce.utah.gov to renew or apply. Business Entity #: 6897045-0142

Local Business License #: Not required. (if required)

Issued by: County: _____ or City: _____

3. Contact Person(s):

Registered Utah Agent (as identified with the Utah DOC) (if individual leave blank):

Name: Not applicable.

Address: _____

City, State, Zip: _____

Phone: _____

E-mail Address: _____

Fax: _____

I.3. Contact Person(s) (continued):

This person to be notified for: permitting (X) surety (X) (check all that apply)

Name: Loree Gregg Title: Corporate Paralegal

Address: Suite 960, 1055 West Hastings Street

City, State, Zip: Vancouver, BC, Canada V6E 2E9

Phone: (604) 443-3833, Toll Free: 1 (877) 792-6688 Fax: (604) 682-3860

Emergency, Weekend, or Holiday Phone: Not applicable.

E-mail Address: lore@summitpointuranium.com

4. If Business is a Sole Proprietor:

Name of Owner: Not applicable.

Business Address: _____

City, State, Zip: _____

Phone: _____

Fax: _____

E-mail Address: _____

If Business is a Corporation:

Name of Officers:

Name: Todd Hilditch

Title: President, Treasurer and Secretary

Name: Nancy J. Wolverson

Title: Vice President, Exploration

Name: Thomas P. Erwin

Title: Assistant Secretary

Headquarters Address: Suite 960, 1055 West Hastings Street

City, State, Zip: Vancouver, BC, Canada V6E 2E9

Phone: (604) 443-3833, Toll Free: 1 (877) 792-6688 Fax: (604) 682-3860

Emergency, Weekend, or Holiday Phone: Not applicable.

E-mail Address: lore@summitpointuranium.com

If Business is a Limited Liability Company: Member Managed () Manager Managed ()

Name of 1st Member/Manager: Not applicable.

Title: _____

Business Address: _____

City, State, Zip: _____

Phone: _____

Fax: _____

E-mail Address: _____

Name of 2nd Member/Manager: _____

Title: _____

Business Address: _____

City, State, Zip: _____

Phone: _____

Fax: _____

E-mail Address: _____

If Business is a Partnership:

Name of Partner: Not applicable.

Business Address: _____

City, State, Zip: _____

Phone: _____

Fax: _____

E-mail Address: _____

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5. **Ownership of Land Surface:**

Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐
State Trust Land/School Sections ☐ State Sovereign Lands ☐
Other (please describe): _____

Name Henry Mountain Address P.O. Box 99, Hanksville, Utah 84734
Field Station

Name _____ Address _____

Name _____ Address _____

Name _____ Address _____

6. **Ownership of Minerals:**

Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐
State Trust Land/School Sections ☐ State Sovereign Lands ☐
Other (please describe): _____

Name Henry Mountain Address P.O. Box 99, Hanksville, Utah 84734

Name Field Station Address _____

Name _____ Address _____

Name _____ Address _____

BLM Lease or Project File Number(s) and/or USFS assigned Project Number(s): _____

UTU 080036

BLM Claim Numbers UMC 371505, 371507, 406647 (formerly 371506), 406648 (formerly 371915)

Utah State Lease Number(s): _____

Name of Lessee(s) _____

7. **Have the above surface and mineral owners been notified in writing?**

Yes ☒ Yes ☐ No ☐

If no, why not? _____

*Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration **prior** to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.*

8. **Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice?** Yes ☒ No ☐

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6. ■ **New Road(s):** Length _____ (ft) Width _____ (ft)
7. ■ **Improved Road(s):** Provide a description of the improvements that need to be made to existing roads to access the site, including the Length _____ (ft) and Width _____ (ft) of improvements.
8. Total project surface **acreage to be disturbed:** 2.89 (acres) PLEASE SPECIFY
EXACT ACREAGE - (this will be used to determine surety bond amount – see #VI).
9. Proposed **startup date** (month, year) June 2008
10. Proposed **completion date**, if known (month, year) June 2011

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to The Practical Guide to Reclamation in Utah, available at www.ogm.utah.gov.

1. *Keep the mining operation in a safe, clean, and environmentally stable condition.*
2. *Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.*
3. *Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.*
4. *Construct berms, fences, or barriers, when needed, above highwalls and excavations.*
5. *Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.*
6. *Remove all waste or debris from stream channels.*
7. *Dispose of any trash, scrap metal, wood, machinery, and buildings.*
8. *Conduct mining activities so as to minimize erosion and control sediment.*
9. *Reclaim all roads that are not part of a permanent transportation system.*
10. *Stockpile topsoil and suitable overburden prior to mining.*
11. *Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.*
12. *Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.*
13. *Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)*
14. *Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.*

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V. VARIANCE REQUEST (Rule R647-3-110)**Any variance request must be approved in writing by the Division**

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measure to be utilized. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Are variances being requested? Yes ☐ No ☒ XX

1st Variance Requested

Item # _____ Applicable Rule # (i.e. R647-3-109.10 (if you did not want trenches & pits reclaimed)) _____

Justification: _____

Alternate methods or measure to be utilized: _____

2nd Variance Requested

Item # _____ Applicable Rule # _____

Justification: _____

Alternate methods or measure to be utilized: _____

3rd Variance Requested

Item # _____ Applicable Rule # _____

Justification: _____

Alternate methods or measure to be utilized: _____

Attach additional page if more variances are requested.

VI. SURETY (Utah Code Ann. §40-8-7(1)[c])

A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. **Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.**

I have provided or will provide surety in the form of:

XX ☐ Certificate of Deposit ☐ Letter of Credit ☐ Surety Bond ☐ Cash (certified funds)
☐ Other _____ (please identify) _____ undecided

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VII. PERMIT FEE (Utah Code Ann. §40-8-7(1)(i))

A permittee's authorization under a notice of intention to conduct small mining operations shall require the paying of permit fees as authorized by the Utah Legislature (R647-3-102.5). Permit fees are assessed to new and existing small mining operations, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee / Operator and released by the Division.

Small Mine Notices require a \$150.00 fee, which must accompany this application, or the Division cannot process it.

VIII. SIGNATURE REQUIREMENT

(Please check the box if applicable and place your initials on the line provided)

- ☐ I have enclosed the required permit fee.
- ☒ I have enclosed/requested a Reclamation Contract (Form MR-RC) and the appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished.
- ☐ I understand that I am not authorized to create any surface disturbance until the surety amount is posted and approved in writing from the Division of Oil, Gas and Mining and any other authorized regulatory agency.

CERTIFICATION

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- This certification must be signed by:** (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; **or** (4.) the member or manager if applicant is a limited liability company.

Signature: Nancy J. Wolverson

Date: FEB. 23, 2009

Name (typed or printed): Nancy J. Wolverson

Title/Position (if applicable): Vice President, Exploration

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VIII. SIGNATURE REQUIREMENT

CERTIFICATION

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. **This certification must be signed by:** (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; **or** (4.) the member or manager if applicant is a limited liability company.

Signature: _____



Date: January 12, 2011

Name (typed or printed): Todd Hilditch

Title/Position (if applicable): Director, President, Treasurer and Secretary

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